GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3532
ANSWERED ON:25.08.2006
PARALLEL BUSINESS SPECULATION
Manvendra Singh Shri ;Murmu Shri Hemlal

Will the Minister of FINANCE be pleased to state:

(a) whether a parallel share speculation business is continuing in the States of Gujarat and Maharashtra at a large scale from the underworld lords operating from foreign soil; and

(b) the full details of corrective measures being taken by the Union Government in this regard?

Answer

MINISTER OF STATE IN MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a) Securities and Exchange Board of India (SEBI) has informed that it has received information about the prevalance of`dabba trading` in certain parts of western India.

(b) The Union Finance Minister had written to the Chief Ministers of all State Governments, in October. 2005, urging them to take urgent steps to stamp out `dabba trading`. SEBI has informed that it had written similar letters earlier to the Chief Ministers requesting them to take urgent action in the matter. Pursuant to recent news articles regarding `dabba trading` in the state of Gujarat, SEBI has written to the Chief Secretary, Gujarat urging the State Government to immediately take all necessary steps to effectively deal with such illegal trading.